

Table 1. Georgia: 2004 Quantitative Performance Criteria and Indicative Targets 1/

	Stocks 2/ End-Dec. 2003	Cumulative Change from End-December 2003			
	Actual	Mar. 2004 Preliminary estimates	Jun. 2004 Performance Criteria	Sep. 2004 Indicative target	Dec. 2004 Performance Criteria
(In millions of lari)					
1. Quantitative targets 3/					
Floor on general govt. tax revenue (including special funds) 4/	1207.7	312.9	685.2	1101.0	1538.5
Ceiling on cash deficit of the general govt. 5/	109.5	81.2	151.6	179.5	240.4
Ceiling on domestic expenditure arrears of the general govt.	123.5	-6.3	-25.8	-52.2	-93.4
Floor on tobacco and petroleum revenues	133.9	39.0	92.8	174.5	259.2
Ceiling on net credit of the banking system to the general govt. (NCG)	766.1	18.2	27.7	27.4	31.4
Ceiling on net domestic assets (NDA) of the NBG	909.0	18.4	24.3	21.5	19.6
(In millions of U.S. dollars)					
Floor on total net international reserves (NIR) of the NBG	-153.1	-3.6	-0.2	11.9	28.8
Ceiling on contracting or guaranteeing of					
A. Nonconcessional medium- and long-term external debt	0.0	0.0	0.0	0.0	0.0
B. Short-term external debt (less than one year)	0.0	0.0	0.0	0.0	0.0
Ceiling on accumulation of external arrears	0.0	0.0	0.0	0.0	0.0
(In millions of lari)					
2. Indicative targets					
Ceiling on reserve money	579.9	10.7	23.8	47.0	81.3
(In percent)					
Average monthly cash collection rates (CCR)					
CCR from Direct Customers of the Georgian Wholesale Electricity Market (GWEM)	88.0	85.0	90.0	90.0	95.0
CCR from the General Government	51.0 6/	95.0	95.0	100.0	100.0
CCR from UDC customers	19.0	18.0	20.0	27.0	35.0
CCR from Tbilgazi customers	22.8	25.0	29.0	34.0	40.0
(In millions of lari)					
3. Baseline assumption on external project financing 5/	127.7	77.5	159.4	228.9	289.1

Sources: Georgian authorities and Fund staff estimates.

1/ Section 1 of this table shows quantitative targets for 2004 based on cumulative changes from end-December 2003. The ceiling for the cash deficit of the government is subject to possible adjustment, as indicated in footnote 5, based on deviations from projections of external financing, reported in Section 3 of the table. Indicative targets are shown in Section 2. The continuous performance criterion for external arrears is defined in paragraph 23 of the TMU.

2/ Year-to-date flows for tax revenues, cash deficit, expenditure arrears, and tobacco and petroleum revenues. Monetary outcomes reflect revaluations due to changed program exchange rate assumptions. Collection rates are for the fourth quarter of 2003.

3/ Quantitative targets for 2004 are based upon accounting exchange rates of GEL 2.15/US\$, US\$ 1.49/SDR, and US\$ 1.27/EUR.

4/ Special state funds include the Pension, Employment, and Road Funds. Privatization receipts are excluded.

5/ The program target on the cash deficit is adjusted for deviations from projected disbursements of external project finance (Section 3) as specified in the TMU agreed with the authorities in February 2004, subject to a cap on the cumulative upward adjustment of GEL 100 million for calendar year 2004.

6/ The cash collection rate from the General Government in the third quarter of 2003 was 95.4 percent.